

DEPARTMENT OF HEALTH AND HOSPITALS

FISCAL YEAR 2009-2010

*Priority # 1 ranked as least critical and first to consider for elimination - the last priority would be the item most critical

Agency	Priority	Item/Program to be cut	Detailed Description of Cut	State General Fund Amount	TOTAL AMOUNT OF CUTS	T.O.	NON-T.O.
MVP	1	UCC Shift from LSU-HCSD to Private Providers	Of the \$455.3 million allocated to LSU-HCSD in Medicaid's budget for Uncompensated Care (UCC), DHH estimates that HCSD will not generate enough costs for about \$41.7 million of that allocation. DHH proposes shifting those funds and the match associated with it from UCC to partially offset the deficit in Private Providers.	\$8,026,329	8,026,329		
MVP	2	Cost report settlement	DHH and LSU-Shreveport have settled a long standing issue regarding outstanding cost reports which have been reflected as uncollected accounts receivable on DHH's books. As a result of this settlement DHH will be able to claim about \$16.1 million in federal funds from these cost reports. Those funds will be used as match to generate a total of \$87.5 million for the Private Providers program. These are one time funds.	\$16,131,807	16,131,807		
MVP	3	Over Collections	DHH program offices have collected more from Medicaid than what was budgeted for some of its facilities. These funds can be used as match to draw down funds for the Private Provider program.	\$18,905,000	18,905,000		
MVP	4	Limited utilization of Stimulus Funds	\$9.4 million in stimulus funding will be used to off-set required deficit.	\$9,403,895	9,403,895		
MVP	5	Clawback	Clawback	\$1,200,000	1,200,000		
MVP	7	Rate Reductions	Rate Reductions in the Private Providers Program	\$10,935,590	56,808,261		
MVP TOTAL				\$66,067,031	118,082,615	0	0
MVA	1	Reduction in professional service contracts	Decrease the Professional Service contracts as follows: Unisys contract-claim line adjustment (\$206,000); University Of Louisiana -Monroe (\$294,000); Chronic Care Management Program (CCMP) (\$1,500,000)	\$2,000,000	5,000,000		
MVA	2	Administrative Service Organization (ASO)	Decrease funding for the ASO Professional Services Contract	\$1,500,000	3,000,000		
MVA	3	Proposed Executive Order Hiring Freeze	Personnel Reductions per Executive Order	\$1,097,713	2,899,043	40	
MVA TOTAL				\$4,597,713	10,899,043	40	0
OS	1	Gustav/Ike Claims	Revenue collected for Gustav/Ike exceeded the claims amount	\$1,768,827	1,768,827		
OS	2	IT Loan Fund program	Reduce \$1M of the \$5M appropriated	\$1,000,000	1,000,000		
OS	3	Travel	Reduction of 30% of the remaining balance in Travel	\$90,000	90,000		
OS	4	Supplies	Reduction of 30% of the remaining balance in Office Supplies	\$81,000	81,000		
OS	5	Professional Services Contracts	Decrease Professional Services Contracts as follows: funding for interface with ERP project (\$74K), Various IT contracts to provide advice, tools and assistance to advance current IT initiatives as well as contracts to provide assistance and direction for future department programs and projects (\$670.9K)	\$744,971	744,971		
OS	6	Proposed Executive Order Hiring Freeze	Personnel Reductions per Executive Order	\$674,515	674,515	12	
OFFICE OF THE SECRETARY TOTAL				\$4,359,313	4,359,313	12	0
FPHSA TOTAL				\$511,332	511,332	0	0
CAHSD TOTAL				\$798,966	798,966	0	10
LERN	1	AMR Contract #650901: Call Center Staffing	LERN will unencumber \$17,000 in unexpended funds from this contract which ends 12/31/09. These funds were added to this contract for emergency operations as needed. We do not anticipate this to be the case in the next two weeks.	\$17,000	17,000		

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LERN	2	Proposed AMR Contract #686748: Call Center Staffing	This contract is currently with DOA OCR and the BA-22 accompanying this contract will encumber \$599,790. This amount includes additional funds for emergency activation and/or an increase in call volume requiring the contractor to add personnel. LERN will closely monitor staffing levels and call volumes to insure that this overage will not be needed. LERN will re-submit a BA-22 which will unencumber \$99,000.	\$99,738	99,738		
LERN	3	Proposed Executive Order Hiring Freeze	Personnel Reductions per Executive Order	\$235,813	235,813	3	
LERN	3	Professional Services	The budgets for proposed RFPs for Trauma Registrar, Trauma Center Verification Assistance and Rural Trauma Education will be reduced by \$3000.00	\$3,000	3,000		
LERN TOTAL				\$355,551	355,551	3	0
JPHSA TOTAL				\$669,182	669,515	0	208
OAAS	1	Admin - Employee enters drop in January	OAAS not liable for retirement of 18.6%	\$6,289	6,289		
OAAS	2	Admin - Attrition for 4 employees	Positions have been approved to be filled - anticipate 8 week lag for each in attrition	\$55,926	55,926		
OAAS	3	Admin - employee cost allocated to grants	Program Managers re-allocated % salary to grants - one year	\$25,000	25,000		
OAAS	4	Villa - Gateway	Phase out this program and place clients in other existing programs	\$125,000	125,000	16	5
OAAS	5	Villa - Means of Financing shift	Villa would cut 25 vacancies in IAT dollars	\$600,000	600,000	15	
OAAS	6	Proposed Executive Order Hiring Freeze	Personnel Reductions per Executive Order	\$89,081	548,111	13	
OAAS	7	Admin - Loss of 2 employees	Admin - one probation employee resigned and one retiree for half year each	\$57,794	57,794	2	
OAAS TOTAL				\$959,090	\$1,418,120	46	5
MHSD TOTAL				\$875,386	875,386	0	0
OCDD	1	Privatization of all publicly operated community homes with the exception of Northeast and Leesville's homes.	Community home residents will be transitioned to private providers during the last quarter of the current fiscal year. The actual savings to the state will be in the difference of reimbursement rates- public versus private. Currently, the public reimbursement rate for these homes are higher than the highest private provider rate.	\$363,495	1,888,281	336	
OCDD	2	Renegotiating Contracts - Reductions taken in the various OCDD program budgets in the different categories, i.e., travel, operating services, supplies, professional services, other charges and acquisitions	OCDD is proposing to reduce program budget categories that will have minimum impact to services. Further reductions with impact services	\$1,100,873	1,100,873		
OCDD	3	Proposed Executive Order Hiring Freeze	Personnel Reductions per Executive Order	\$61,162	5,517,322	143	
OCDD TOTAL				\$1,525,530	8,506,476	479	0
OAD	1	Reduction in expenditures.	Reduce professional service contracts, travel expenses, contract services for outpatient services where other alternatives exist, and let two non-TO jobs expire appointments.	\$600,000	600,000		
OAD	2	Proposed Executive Order Hiring Freeze	Personnel Reductions per Executive Order	\$233,195	293,731	5	
OAD TOTAL				\$833,195	893,731	5	0
OPH	1	Maternal & Child Health -Means of Financing Swap.	Means of Financing Swap of state general fund dollars to federal funds. The proposed cut of \$821,000 in state funds will be replaced by excess MCH Block Grant funds.	\$ 410,500.00	410,500	0	0
OPH	2	Family Planning- Eliminate 4 Family Planning Take Charge Coordinators .	The 4 Family Planning Take Charge Coordinators were temporarily hired to assist with Medicaid enrollment into the Family Planning Wavier Program. The enrollment goal of 40,000 women into the wavier program has been met. The Coordinators annual salary and related benefits is approximately \$37,500. The employees work in East Baton Rouge, Rapides, Ouachita, and Lafayette Parish. The reduction of these 4 positions will not have a service impact.	\$ 75,000.00	75,000	0	4

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OPH	3	Reduction of Travel Cost by 10% in the Personal Health Program.	Current FY 2009-2010 budget is \$1,600,000. OPH will utilize video conferencing and limit employees utilization of private owned vehicles. This initiative will not effect services.	\$ 80,000.00	80,000	0	0
OPH	4	Reduction of Student Labor Agency-Wide.	Reduce Student Labor cost by 75%	\$ 75,000.00	75,000	0	20
OPH	5	Immunization Program-Elimination of state supplemental funds	The Immunization program office will cut supply costs related to employee vaccinations.	\$ 150,022.00	150,022	0	0
OPH	6	Genetics Program- Means of Financing Swap.	Maximize reimbursements from Medicaid and establishing of third party billings of private insurance companies. Our current contracted Medicaid billing company PCG is currently billing private insurance companies for newborn screenings in Florida). Current year Medicaid reimbursements for this program will increase by approximately \$1,000,000. This increase is due to prior year billings that were billed in the first quarter of the current fiscal year.	\$ 400,000.00	400,000	0	0
OPH	7	Reduce State Supplemental Funding in the HIV Program.	Discontinuation of HIV testing in community based organizations where positivity is below CDC benchmarks; Freeze vacant staff positions (6 T.O. equivalent positions);use existing inventory of prevention materials; Reduction in contract amounts equalling 6.5 staff contracted through LSU.	\$ 372,807.00	372,807	0	0
OPH	8	Environmental Epidemiology Program -fund 4 employees with federal funds.	This program will use newly awarded federal funds to reassign 4 employees from lower priority programs to higher priority federally funding programs (pending approval of BA-7#8).	\$ 137,716.00	137,716		
OPH	9	STD Program -STD Medical Director to part time status.	The STD program has eliminated the Medical Director position (Salary \$100,000+ 28,000 Related Benefits) and has contracted the service, this cost of the contract is \$62,000.	\$ 33,000.00	33,000	0	0
OPH	10	Reduce staff in the Administrative, Technical and Manageent Support Unit.	Eliminate 12 positions	\$ 290,785.00	290,785	10	2
OPH	12	Eliminate 6 Vacant Positions in the Environmental Health Program.	4 field santarians, one manager and one clerical staff	\$ 218,553.00	218,553	6	0
OPH	13	Reduce family planning staff	Reduction in Family Planning nursing and clerical staff by 20 TO. Continue to see the same amount of patients but decrease unnecessary visits	\$ 490,833.00	490,833	20	0
OPH	14	Proposed Executive Order Hiring Freeze	Personnel Reductions per Executive Order	\$ 100,726.00	629,535	9	
OPH TOTAL				\$2,834,942	3,363,751	45	26
OMH	1	Hospital efficiencies at CLSH, SELH, ELMHS	Hospital efficiencies at CLSH, SELH, ELMHS-- includes alginig staff to bed ratios, eliminating vacanicies, limited layoffs, supply reductions, reduce contracts	\$2,155,787	6,655,717	22	22
OMH	2	Renegotiating Contracts	Various contracts for professional services, outreach, case management and other counseling services will be discontinued where more effective or equally effective yet more cost-efficient alternatives exist.	\$1,500,000	1,500,000		
OMH	3	Proposed Executive Order Hiring Freeze	Personnel Reductions per Executive Order	\$2,341,668	5,801,041	156	
OMH TOTAL				\$5,997,455	13,956,758	178	22
DDC	1	Families Helping Families Regional Resource Centers	The nine Families Helping Families Regional Resource Centers that provide information and referral, education and training, and peer support to individuals with disabilities would have their contracts reduced by equal portions of \$6,776 or twelve percent of their total contract amounts budgets.	\$60,982	60,982		
DD Council TOTAL				\$60,982	60,982	0	0